

1. Requested Motion:

Meeting Date: June 7, 2010

Approve an amendment to contract PW-07-01, Central Parking System of Florida, Inc. to reduce the performance bond to \$150,000.00.

Why the action is necessary:

Council must authorize this type of contract modification.

What the action accomplishes:

Allows for Central Parking, the Town's contractor, to reduce their performance bond costs.

2. Agenda:

☒ Consent
☐ Administrative

3. Requirement/Purpose:

☐ Resolution
☐ Ordinance
☒ Other:

4. Submitter of Information:

☐ Council
☒ Town Staff – Public Works
☐ Town Attorney

5. Background:

The area manager for Central Parking System, Inc. requested that the performance bond associated with their contract with the Town be reduced. In August, 2008 a similar request was made and the bond was reduced from \$1,000,000.00 to \$500,000.00. At that point there were two years remaining on the contract. The initial period of their contract ended in May, 2010 with a one year extension approved by Council. At this point Central Parking's contract will be on a year by year basis which reduces the Town's exposure to performance based issues. It is staff's recommendation to require that the bond remain in effect at \$150,000.00 until such time as the contract is rebid. The cost to Central Parking to carry the existing bond is approximately \$7,000.00 annually; the requested reduction will reduce the annual cost by approximately 60%. This contract is scheduled to go to RFP within two years. Central Parking has not received an increase to their original negotiated contract price since the contract's inception. It is apparent that Central Parking's commitment to service has been provided a high professional level to date; this level of service is not expected to be altered by reducing the bond.



6. Alternative Action:

Do not approve

7. Management Recommendations:

Staff recommends the approval of this contract modification.

8. Recommended Approval:

Town Manager	Town Attorney	Finance Director	Public Works Director	Community Development Director	Cultural Resources Director	Town Clerk
						

9. Council Action:

☐ Approved ☐ Denied ☐ Deferred ☐ Other



Town of Fort Myers Beach

Larry Kiker
Mayor

Bob Raymond
Vice Mayor

Tom Babcock
Council Member

Jo List
Council Member

Alan Mandel
Council Member

June 2, 2010

Mr. Jeff Crimmins, General Manager
Central Parking Systems of Florida, Inc.
1661 Estero Blvd., Suite 23
Fort Myers Beach, FL 33931

Subject: Management and Operations of Street Parking Program and Beach and Street
Enforcement (B.A.S.E.), Town of Fort Myers Beach
Contract PW-07-01 Performance Bond Requirement

Dear Mr. Crimmins:

I am writing in reference to your request to reduce the Performance Bond required as part of the Agreement between the Town of Fort Myers Beach and Central Parking Systems of Florida, Inc., dated April 26, 2007, as amended on May 1, 2010. Pursuant to the subject agreement a request was made in April, 2008 to reduce the performance bond by fifty percent (50%), which was authorized.

Town administration has considered the performance of your company pursuant to the Agreement and has determined that your request for another reduction to the Performance Bond is acceptable. The bond shall be reduced to \$150,000.00 and shall remain in place for the duration of the contract period.

Please forward the updated Performance Bond within thirty (30) days to the attention of Susan Malay, Contracts Manager. Should you have any questions regarding this matter, please contact me.

Cordially,

Terry Stewart
Town Manager

pc: file

Cathie Lewis

From: Fletcher, Donna [DFletcher@PARKING.COM]
Sent: Monday, April 12, 2010 1:05 PM
To: Cathie Lewis
Cc: Crimmins, Jeff
Subject: Performance Bond Reduction

Hi, Cathie --

Sorry to be a pain, but we do have this one issue that we need to take a look at. Some time ago we had discussed the possibility of reducing the amount of our Performance Bond in lieu of a management fee increase. Can we take a look at that? It sure would be a great help to us and I believe we have probably proved that our performance will not waiver.

Thank you for taking the time to address this issue for us.

We certainly appreciate it.

Sincerely,

Donna M. Fletcher, Area Manager
Central Parking System of Florida, Inc.
1661 Estero Blvd., Suite #23
Fort Myers Beach, FL 33931
(239) 463-5888
(239) 463-3989 (fax)

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